

KEL/SEC/SKC/5/2017

26<sup>th</sup> May 2017

**NATIONAL STOCK EXCHANGE OF INDIA LTD**

Exchange Plaza,  
Plot NoC/1, G Block  
Bandra-Kurla Complex  
Bandra East  
Mumbai – 400 051

**SECURITY CODE. KARMAENG**

Sub : **OUTCOME OF THE ADJOURNED MEETING HELD ON MAY 26, 2017**

**APPROVAL OF AUDITED STANDALONE & CONSOLIDATED FINANCIAL RESULTS FOR  
THE QUARTER AND YEAR ENDED MARCH 31, 2017**

Sir,

The Board of Directors at their adjourned meeting held today ie. 26th May, 2017 approved the Audited Standalone and Consolidated Financial Results for the Quarter and Year ended March 31, 2017 as recommended by the Audit Committee.

Pursuant to Regulation 30 read with Regulation 33 and 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith

- ❖ Statement showing Audited Standalone & Consolidated Financial Results for the Quarter and Year ended March 31, 2017.
- ❖ Declaration in respect of Un-modified opinion on the Audited Financial Results for the year ended March 31, 2017.
- ❖ Auditors Report on the Audited Financial Results – Standalone & Consolidated.

**Dividend**

The Board of Directors did not recommend any dividend on the equity shares in view of loss and conserve resources.

Kindly take the above on record and acknowledge receipt.

Thanking you  
For **KARMA ENERGY LIMITED**

T V Subramanian  
CFO & Company Secretary



# Karma Energy Limited

(Corporate Identity Number - L3110MH2007PLC168823)

Regd. Office : Empire House, 214, Dr. D. N. Road, Ent. A. K. Nayak Marg, Fort, Mumbai - 400001

## Statement of Audited Financial Results for the Quarter and Year Ended 31.03.2017

PART I							Rs. in Lakh	
Particulars		STANDALONE					CONSOLIDATED	
		Quarter Ended			Year Ended		Year Ended	
		31.03.2017 Audited	31.12.2016 Unaudited	31.03.2016 Audited	31.03.2017 Audited	31.03.2016 Audited	31.03.2017 Audited	31.03.2016 Audited
1	Income from operations							
[a]	Net sales / income from operation (Net of excise duty)	191.21	407.51	101.43	2,601.64	1,298.06	2,985.62	1,710.91
[b]	Other operating income	93.57	23.00	45.45	145.31	99.35	276.83	187.07
[c]	Other Income	11.51	8.30	14.04	114.55	38.09	135.41	64.57
	Total income from operations [net]	296.29	438.81	160.92	2,861.50	1,435.50	3,397.86	1,962.55
2	Expenses							
[a]	Cost of materials consumed	-	-	-	-	-	-	-
[b]	Purchase of stock-in-trade	-	-	-	-	-	46.96	50.71
[c]	Changes in inventories	-	-	-	-	-	(22.44)	(13.11)
[d]	Employee benefits expense	92.13	76.21	79.85	330.13	321.12	479.35	487.49
[e]	Finance Costs	171.31	154.55	176.29	776.82	699.46	1,154.30	1,250.06
[f]	Depreciation and amortisation expense	123.26	125.99	124.36	499.83	500.16	656.32	657.98
[g]	Operation & Maintenance cost	121.08	86.88	100.96	415.56	356.26	392.34	358.55
[h]	Energy & Other Direct Costs	184.12	40.90	14.76	417.62	38.09	432.30	52.78
[i]	Bad Debts Written Off [Refer Note - 2]	349.08	-	-	349.08	-	349.14	-
[j]	Other expense (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	53.05	33.12	57.82	156.24	184.28	274.33	291.36
	Total expenses	1,094.03	517.65	554.03	2,945.28	2,099.36	3,762.60	3,135.82
3	Profit / (Loss) from operations before before exceptional items and tax (1 - 2)	(797.74)	(78.84)	(393.10)	(83.78)	(663.85)	(364.74)	(1,173.26)
4	Exceptional Items	-	-	(519.59)	-	(519.59)	-	(519.59)
5	Profit / (Loss) from ordinary activities after exceptional items (3 - 4)	(797.74)	(78.84)	126.49	(83.78)	(144.26)	(364.74)	(653.67)
6	Extraordinary Items	-	-	-	-	-	-	-
7	Profit / (Loss) before tax (5 - 6)	(797.74)	(78.84)	126.49	(83.78)	(144.26)	(364.74)	(653.67)
8	Tax Expense	(516.96)	(22.81)	97.29	(275.73)	9.96	(157.21)	109.51
9	Net Profit / (Loss) after tax (7 - 8)	(280.78)	(56.03)	29.20	191.95	(154.22)	(207.53)	(763.18)
10	Share of profit / (loss) of associates *	-	-	-	-	-	1.45	4.05
11	Minority interest *	-	-	-	-	-	(201.85)	(304.38)
12	Net Profit / (Loss) after taxes, minority interest and share of Profit / (Loss) of associates (9 + 10 - 11) *	(280.78)	(56.03)	29.20	191.95	(154.22)	(4.23)	(454.75)
13	Paid up Equity Share Capital (Rs 10/- Per Share)	1,156.99	1,156.99	1,156.99	1,156.99	1,156.99	1,156.99	1,156.99
14	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				3,190.40	2,998.45	3,366.22	1,778.80
15	Earning per Share (before extraordinary itmes) (of Rs 10/- each) (not annualised)							
(a)	Basic	(2.43)	(0.48)	0.25	1.66	(1.33)	(0.04)	(3.93)
(b)	Diluted	(2.43)	(0.48)	0.25	1.66	(1.33)	(0.04)	(3.93)
	See accompanying note to the financial results							

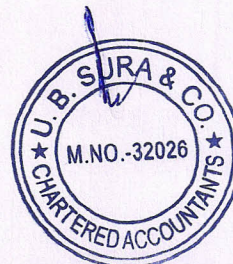
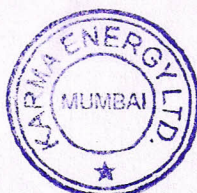
### NOTES :

- The above results have been taken on record at the meeting of the Board of Directors held on 26.05.2017
- Bad debts include Rs.147.09 lac being the write off due to difference in tariff for wind power in respect of wind farm in Andhra Pradesh on account of:
  - Adverse order of State Electricity Regulatory Commission passed in February, 2017 accepting the tariff at Rs.2.23 per unit offered by State Distribution Licensee (DL) for period after expiry of Power Purchase Agreements (PPA) for 6 MW wind farm of the Company in September, 2015 & September, 2016 as against Invoices for sale of power at tariff at Rs.3.37 per unit acknowledged by DL.
  - Difference in tariff of Rs.3.37 per unit as per invoices for sale of wind power acknowledged by DL and settlement being made at Rs.1.685 per unit in the absence of PPA in respect of a 1.5 MW wind farm of the Company.
- As the Company has only one reportable segment, segment reporting as per Accounting Standard is not applicable.
- Previous year figures have been regrouped and / or reclassified wherever necessary.

For KARMA ENERGY LIMITED

C. D. Mehra  
(Vice Chairman)  
DIN - 00022021

Place : Mumbai, Date : 26.05.2017





# Karma Energy Limited

(Corporate Identity Number - L3110MH2007PLC168823)

Regd. Office : Empire House, 214, Dr. D. N. Road, Ent. A. K. Nayak Marg, Fort, Mumbai - 400001

## Statement of Assets and Liabilities as at 31.03.2017

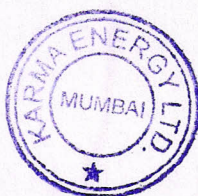
Rs in Lakh

Particulars		STANDALONE		CONSOLIDATED	
		31.03.2017	31.03.2016	31.03.2017	31.03.2016
<b>A</b>	<b>EQUITY AND LIABILITIES</b>				
<b>1</b>	<b>Shareholders' funds</b>				
	a) Share capital	1,156.99	1,156.99	1,156.99	1,156.99
	b) Reserve and surplus	3,190.40	2,998.45	3,366.22	1,778.80
	c) Money received against share warrants	-	-	-	-
	<b>Sub-total - Shareholders' funds</b>	<b>4,347.39</b>	<b>4,155.44</b>	<b>4,523.21</b>	<b>2,935.79</b>
<b>2</b>	<b>Share application money pending allotment</b>	-	-	-	-
<b>3</b>	<b>Minority interest *</b>	-	-	519.04	720.88
<b>4</b>	<b>Non-current liabilities</b>				
	a) Long-term borrowings	648.32	2,002.02	2,247.52	4,044.51
	b) Deferred tax liabilities (net)	1,266.13	1,672.86	801.16	1,082.63
	c) Other long-term liabilities	-	-	-	-
	d) Long-term provisions	23.66	58.39	31.18	65.07
	<b>Sub-total - Non-current liabilities</b>	<b>1,938.11</b>	<b>3,733.27</b>	<b>3,079.86</b>	<b>5,192.21</b>
<b>5</b>	<b>Current liabilities</b>				
	a) Short-term borrowings	3,879.54	4,032.10	5,300.27	5,230.94
	b) Trade payables	81.91	247.23	84.26	253.74
	c) Other current liabilities	1,504.06	1,385.56	1,798.29	1,941.56
	d) Short-term provisions	156.31	111.23	161.15	119.35
	<b>Sub-total - Current liabilities</b>	<b>5,621.82</b>	<b>5,776.12</b>	<b>7,343.97</b>	<b>7,545.59</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>11,907.32</b>	<b>13,664.83</b>	<b>15,466.08</b>	<b>16,394.47</b>
<b>B</b>	<b>ASSETS</b>				
<b>1</b>	<b>Non-current assets</b>				
	a) Fixed Assets	4,848.58	5,344.56	8,488.09	9,401.36
	b) Goodwill on consolidation *	-	-	2,091.58	1,598.32
	c) Non-current investments	3,801.05	4,420.75	960.12	773.63
	d) Deferred tax assets (net)	-	-	-	-
	e) Long-term loans and advances	85.35	85.55	92.09	95.44
	f) Other non-current assets	82.63	203.65	82.63	203.65
	<b>Sub-total - Non-current assets</b>	<b>8,817.61</b>	<b>10,054.52</b>	<b>11,714.51</b>	<b>12,072.40</b>
<b>2</b>	<b>Current assets</b>				
	a) Current investments	-	-	-	-
	b) Inventories	54.47	57.19	488.60	469.59
	c) Trade Receivables	2,504.87	3,055.95	2,603.48	3,124.49
	d) Cash and Bank Balances	408.85	389.75	474.26	550.08
	e) Short-term loans and advances	121.51	107.42	153.61	146.57
	f) Other current assets	-	-	31.62	31.34
	<b>Sub-total - Current assets</b>	<b>3,089.70</b>	<b>3,610.31</b>	<b>3,751.57</b>	<b>4,322.07</b>
	<b>TOTAL - ASSETS</b>	<b>11,907.32</b>	<b>13,664.83</b>	<b>15,466.08</b>	<b>16,394.47</b>

For KARMA ENERGY LIMITED

C. D. Mehra  
(Vice Chairman)  
DIN - 00022021

Place : Mumbai, Date : 26.05.2017





# U.B.SURA & CO

## CHARTERED ACCOUNTANTS

14, KRISHNA KUNJ, 144/45, M. G. ROAD  
GHATKOPAR (EAST), MUMBAI-400 077  
Tel. 21022735, 21022095 email: [caubsura@gmail.com](mailto:caubsura@gmail.com)

### Independent Auditor's Report To Board of Directors of Karma Energy Limited

We have audited the accompanying statement of standalone financial results of **Karma Energy Limited** [the Company] for the year ended **31<sup>st</sup> March, 2017** (the Statement) being submitted by the holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related standalone financial statements which are in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial statements.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirement and plan and perform the audit to obtain reasonable assurance about whether the statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- (i) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) give a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the Net Profit and other Financial Information of the Group for the year ended **31<sup>st</sup> March, 2017**.



.....2/-



The Statements includes the results for the quarter ended 31<sup>st</sup> March, 2017 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

**FOR U. B. SURA & CO.  
CHARTERED ACCOUNTANTS  
FIRM REG. NO. 110620 W**

*U. B. Sura*

**U. B. SURA  
PROPRIETOR  
Mumbai: Dated: 26/05/2017**





# U.B.SURA & CO

## CHARTERED ACCOUNTANTS

14, KRISHNA KUNJ, 144/45, M. G. ROAD  
GHATKOPAR (EAST), MUMBAI-400 077  
Tel. 21022735, 21022095 email: [caubsura@gmail.com](mailto:caubsura@gmail.com)

### Independent Auditor's Report To Board of Directors of Karma Energy Limited

We have audited the accompanying statement of standalone and consolidated financial results of **Karma Energy Limited** [the holding company] and its subsidiaries [the holding company and its subsidiaries referred to as Group] for the year ended **31<sup>st</sup> March, 2017** (the Statement) being submitted by the holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This Statement, which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been compiled from the related consolidated financial statements which are in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such consolidated financial statements.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirement and plan and perform the audit to obtain reasonable assurance about whether the statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred below, is sufficient and appropriate to provide a basis for our audit opinion.





In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- (i) include the results of the following entities:

S. No.	Name of the Entities
1	Brahmanvel Energy Limited
2	Batot Hydro Power Limited
3	Greenweiz Projects Limited
4	Khandesh Energy Projects Limited
5	Vajharpada Energy Limited

- (ii) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (iii) give a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the Net Profit and other Financial Information of the Group for the year ended **31<sup>st</sup> March, 2017**.

We did not audit the financial statements of **three** subsidiaries included in the consolidated quarterly financial results and consolidated year to date results, whose consolidated interim financial statements reflect total assets of **Rs. 289.41 Lacs** for the year **31<sup>st</sup> March, 2017** as well as the total revenue of **Rs. 0.02 Lacs** for the year ended **31<sup>st</sup> March, 2017**. These financial statements have been audited by other auditors whose reports have been furnished to us, and our opinion on the quarterly financial results and the year to date results, to the extent they have been derived from such interim financial statements is based solely on the report of such other auditors.

Our opinion on the statement is not modified in respect of the above matter with respect to our reliance on the financial statements certified by the Management.

The Statements includes the results for the quarter ended 31<sup>st</sup> March, 2017 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

**FOR U. B. SURA & CO.  
CHARTERED ACCOUNTANTS  
FIRM REG. NO. 110620 W**

*U.B. Sura*

**U. B. SURA  
PROPRIETOR  
Mumbai: Dated: 26/05/2017**





26<sup>th</sup> May, 2017

**National Stock Exchange of India Ltd.**

Listing Department.  
Exchange Plaza, C-1, Block- G,  
Bandra Kurla Complex,  
Bandra (East) Mumbai-400 051.  
Fax No. 26598235/8237/8347.  
**Symbol : KARMAENG**

Dear Sir / Madam,

**Ref: SEBI Circular No. CIR/CFD/CMD/56/2016 dated 27<sup>th</sup> May, 2016.**

**Sub: Declaration pursuant to Regulation 33(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR).**

In compliance with provisions of Regulation 33(3)(d) of LODR as amended by SEBI Circular No. CIR/CFD/CMD/56/2016 dated 27<sup>th</sup> May, 2016, we hereby declare that, Statutory Auditors of our Company M/s. U. B. Sura & Co. (FRN : 110620W) and M/s. Shyam C Agrawal & Co. (FRN : 110243W) have issued an Audit Report with unmodified opinion on Audited Standalone and Consolidated Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2017.

You are requested to take note of the same.

Thanking You.

Yours Sincerely,  
**For Karma Energy Limited**



**T. V. Subramanian**  
**(Chief Financial Officer**  
**& Company Secretary)**